Date: October 19, 2024

To
The National Stock Exchange of India Limited
"Exchange Plaza", Bandra – Kurla Complex,
Bandra (East), Mumbai – 400 051
NSE SYMBOL: ARIHANTACA

Sub.: Outcome of the Board Meeting held on Saturday, October 19, 2024

Dear Sir/Madam,

Pursuant to Regulations 30 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), we hereby inform you that the Board of Directors of the Company at their meeting held on Saturday, October 19, 2024, at the registered office of the Company at Ground Floor, Triveni Sadan, Opp. Ambe Mata Temple, Carter Road No. 3, Borivali (East), Mumbai – 400066, have inter-alia considered and approved the following business:

1. *Approval of the proposal of investment by acquiring substantial management power and control for the inorganic growth of the Company in M/s. Zen Education and Learning (ZEAL), Partnership Firm having its Office at Flat No. 801, H Wing, Bhagwati Heritage, Plot No. 29-32, 47-49 and 52 sector-21 Kamothe, Navi Mumbai – 410209, which is engaged in the business of education majorly focused on science stream including IIT-JEE (Mains & Advanced), NEET (UG) and foundation courses (7th to 10th) and otherwise dealing in all related activities, which are similar to the business of the Company.*

The details in respect of the said investment as required under Regulation 30 (6) of the Listing Regulations read with read with Schedule III Part A Para A (1) and further read with SEBI circular No. SEBI/HO/CFD/CFD-PoD-1/P/CIR/2023/123 dated July 13, 2023, are enclosed as **Annexure I** attached herewith.

Please note that the Board meeting commenced at 11.00 am, the above matters were considered immediately and approved by the Board and meeting concluded at 11:55 am.

This is for your information and records.

Thanking you,

Your Faithfully,

For ARIHANT ACADEMY LIMITED

ANIL SURESH KAPASI
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ANIL SURESH KAPASI
MANAGING DIRECTOR
DIN: 03524165

"Annexure 1"- Details of Target Company

Sr. No.	Particulars	Details
1.	Name of the target entity, details in brief such as size, turnover etc.;	Zen Education and Learning ("ZEAL"), a Partnership Firm formed on 1st April 2016. ZEAL has swiftly emerged as a frontrunner in the realm of educational excellence with branches in the State of Maharashtra at Seawoods, Panvel, Kharghar, Vashi, Thane. Considering the various business and operating synergies resulting in shareholders' value creation, the Company is desirous of acquiring in a staggered manner, an aggregate 51% (Fifty One Percent) stake in the capital/ contribution and profit sharing in ZEAL. Total Capital as on 31st March, 2024: INR 36,35,442/- (Indian Rupees Thirty-Six Lakhs Thirty-Five Thousand Four Hundred and Forty-Two Only) Turnover as of 31st March 2024: INR 6,50,18,533/- (Indian Rupees Six Crores Fifty Lakhs Eighteen Thousand Five Hundred and Thirty-Three Only)
2.	Whether the acquisition would fall within related party transaction(s) and whether the promoter/ promoter group/ group companies have any interest in the entity being acquired. If yes, the nature of interest and details thereof and whether the same is done at "arm's length";	The Investment and acquisition of the proposed 51% stake in capital contribution and profit sharing in ZEAL is not a Related Party Transaction, as none of the promoter/ promoter group/ group companies have any interest in the entity being acquired.
3.	Industry to which the entity being acquired belongs;	Same Sector of Educational and Coaching Services providers as the Company, however, ZEAL provides education mainly for i. **Coaching classes for IIT-JEE (Mains and Advanced)** – Providing comprehensive coaching to aspiring engineers aiming for success in the highly competitive IIT-JEE examinations.

		ii. **Coaching classes for cracking Medical Exams such as NEET (UG)** - Expert faculty members providing guidance and support to help students realize their dreams of pursuing a career in medicine. iii. **Coaching classes for standard 7^{th} to 10^{th} through their Foundation courses** - Specialized courses for students in standards 7^{th} to 10^{th}. These foundation courses are designed to instill a deep understanding of fundamental concepts. iv. **Crash Courses for competitive exams** - Intensive crash courses designed to help students prepare effectively within a short span of time.
4.	Objects and impact of acquisition (including but not limited to, disclosure of reasons for acquisition of target entity, if its business is outside the main line of business of the listed entity);	The Company explored and evaluated the opportunity of investment in ZEAL which would unlock synergies and lead to better economies of scale for the Company. This investment would enable the Company to have geographical footprints in Navi Mumbai and areas near Navi Mumbai. It will also strengthen the Inhouse Science stream, due to the rich experience of all three partners of ZEAL who are themselves IIT'ians and have taught a large number of Students who have cleared IIT.
5.	Brief details of any governmental or regulatory approvals required for the acquisition;	No approval is required by the Company for this investment or acquisition of 51% shares in profit and voting rights in ZEAL
6.	Indicative time period for completion of the acquisition;	OCTOBER 2024 will be 1^{st} Tranche and OCTOBER 2025 will be 2^{nd} and last tranche for the completion of the acquisition.
7.	Consideration - whether cash consideration or share swap or any other form and details of the same;	For the Company to join as a Partner of 51% shares, profit sharing, and voting rights in Zeal, the Company will be paying consideration of **INR 8,67,00,000/-** (Indian Rupees Eight Crores Sixty-Seven Lakhs only) as a Contribution in CASH, which shall be paid in two Tranches as follows (a) For acquiring 25.5% shares, profit sharing, and voting rights in Zeal, the Company will pay **INR 4,33,50,000/-** (Indian Rupees Four Crores Thirty-Three Lakhs Fifty Thousand only) as **"Tranche 1",** and (b) For acquiring the balance 25.5% shares, profit sharing, and voting rights in Zeal, the Company will pay **INR**

		4,33,50,000/- (Indian Rupees Four Crores Thirty-Three Lakhs Fifty Thousand only) subject to the certain conditions.
8.	Cost of acquisition and/or the price at which the shares are acquired;	The Cost of acquisition of 51% share and voting rights in the Partnership Firm (ZEAL) will be INR 8,67,00,000 (Indian Rupees Eight Crores Sixty- Seven Lakhs only)
9.	Percentage of shareholding / control acquired and/or number of shares acquired;	The Company will acquire 51% (Fifty One Percent only) control, profit sharing, and voting rights in the Partnership Firm (ZEAL) by October 2025.
10.	Brief background about the entity acquired in terms of products/line of business acquired, date of incorporation, history of last 3 years turnover, country in which the acquired entity has presence, and any other significant information (in brief).	ZEAL is a partnership firm which commenced its business on April 01, 2016. ZEAL has a presence in the State of Maharashtra. ZEAL has made a clear aim to nurture young minds and guide them towards academic success. ZEAL has swiftly emerged as a frontrunner in the realm of educational excellence with branches in the State of Maharashtra at Seawoods, Panvel, Kharghar, Vashi and Thane. ZEAL is engaged in Educational Sector and Coaching Services provider mainly in the sector of: i. **Coaching classes for IIT-JEE (Mains and Advanced)** – Providing comprehensive coaching to aspiring engineers aiming for success in the highly competitive IIT-JEE examinations. ii. **Coaching classes for cracking Medical Exams such as NEET (UG)** - Expert faculty members providing guidance and support to help students realize their dreams of pursuing a career in medicine. iii. **Coaching classes for standard 7th to 10th through their Foundation courses** - Specialized courses for students in standards 7th to 10th These foundation courses are designed to instill a deep understanding of fundamental concepts iv. **Crash Courses for competitive exams** - Intensive crash courses designed to help students prepare effectively within a short span of time. The turnover of ZEAL for the last 3 years is as follows:

			Sr. No.	Financial Year	Turnover (in Lakhs)	
			1.	2023-24	INR 650.18 Lakhs	
			2.	2022-23	INR 893.43 Lakhs	
			3.	2021-22	INR 313.83 Lakhs	

For ARIHANT ACADEMY LIMITED

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MANAGING DIRECTOR
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